

STATE	WATER RATE DECOUPLING MECHANISMS
California	<p><i>See, e.g., Order Instituting Investigation to Consider Policies to Achieve the Commission's Conservation Objectives for Class A Water Utilities, Investigation 07-07-022, Decision 08-02-036 (Decision issued Feb. 29, 2008), which approved settlements between the Division of Ratepayer Advocate and various Class A water utilities. The settlements provided for conservation rate designs, a Water Revenue Adjustment Mechanism (WRAM) to track the difference between adopted revenue and actual revenue and ensure recovery of fixed costs, and a Modified Cost Balancing Account (MCBA) to track the difference between actual variable costs and adopted variable costs for purchased water, purchased power and pump tax.</i></p>
New York	<p><i>See, e.g., United Water New Rochelle Inc., Case No. 04-W-1221 (Dec. 21, 2009), where the DPS authorized a Revenue, Production Cost and Property Tax Reconciliation Adjustment Clause. The annual reconciliations permit the utility to refund or recover from metered customers the net variances in metered revenues, property taxes and production costs associated with purchased water, power and chemicals.</i></p>